

# **FISCAL NOTE**

## **SB 3067 - HB 2919**

February 21, 1998

**SUMMARY OF BILL:** Requires the state to make a one-time direct payment to the Hamilton County Alcohol and Drug Abuse Services Agency for funds owed by the TennCare Behavioral Health Organizations and Managed Care Organizations but unpaid for more than 45 days. The state is to collect reimbursement from the BHOs and MCOs.

### **ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures – Not Significant**  
**Decrease State Revenues – Less Than \$100,000**

Assumes some increased administrative cost for processing and accounting for payments.

Assumes lost interest revenue because the state must make direct payments to the agency even though the MCOs and BHOs have already received capitation payments. Assumes any such payments would be recovered from BHOs and MCOs by withholding amounts from future capitation payments if necessary.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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